A BILL FOR AN ACT

RELATING TO THE STRUCTURE OF GOVERNMENT.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

- 1 SECTION 1. The legislature finds that there exists vast,
- 2 unmet community development needs that the Hawaii community
- 3 development authority may address through its community
- 4 development districts.
- 5 Significant planning and public outreach has occurred on
- 6 specific projects to revitalize many areas of the State. One
- 7 such area is the land under the jurisdiction of the stadium
- 8 authority and the department of accounting and general services.
- 9 The legislature finds that redevelopment of lands under the
- 10 jurisdiction of the stadium authority and the department of
- 11 accounting and general services could benefit from the Hawaii
- 12 community development authority administering such a project.
- 13 The legislature further finds that, as significant public
- 14 outreach and studies have already occurred, a stadium
- 15 development district may be formed that is exempt from
- 16 requirements of chapter 206E-5, Hawaii Revised Statutes. The
- 17 legislature seeks to ensure continued public participation in

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- 1 this project by requiring decisions regarding the project that
- 2 may have a significant impact on the community or environment to
- 3 be made by the stadium authority at a public meeting.
- 4 The purpose of this Act is to establish the stadium
- 5 development district, which includes all state property under
- 6 the jurisdiction of the stadium authority, under the
- 7 jurisdiction of the Hawaii community development authority to
- 8 expedite the redevelopment of Aloha stadium and the property
- 9 around it to bring economic development to an area that is in
- 10 need of renewal, renovation, and improvement.
- 11 SECTION 2. Chapter 109, Hawaii Revised Statutes, is
- 12 amended by adding a new section to be appropriately designated
- 13 and to read as follows:
- 14 "§109- Lease restrictions; generally. (a) Except as
- 15 otherwise provided, the following restrictions shall apply to
- 16 all leases within the stadium development district:
- 17 (1) Options for renewal of terms are prohibited;
- 18 (2) No lease shall be for a term longer than ninety-nine
- 19 years;

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1	(3)	No lease shall be made to any person who is in arrears		
2		in the payment of taxes, rents, or other obligations		
3		owing the State or any county;		
4	(4)	No lease shall be transferable or assignable, except		
5		by devise, bequest, or intestate succession; provided		
6		that with the approval of the stadium authority, the		
7		assignment and transfer of a lease or unit thereof may		
8		be made in accordance with current industry standards,		
9		as determined by the authority; provided further that		
10		prior to the approval of any assignment of lease, the		
11		authority shall have the right to review and approve		
12		the consideration to be paid by the assignee and may		
13		condition its consent to the assignment of the lease		
14		on payment by the lessee of a premium based on the		
15		amount by which the consideration for the assignment,		
16		whether by cash, credit, or otherwise, exceeds the		

depreciated cost of improvements and trade fixtures

being transferred to the assignee; provided further

that in the event of foreclosure or sale, the premium,

if any, shall be assessed only after the encumbrances

		or record and any other advances made by the horder of
2		a security interest are paid;
3	(5)	The lessee shall not sublet the whole or any part of
4		the demised premises except with the prior approval of
5		the authority; provided that prior to the approval,
6		the authority shall have the right to review and
7		approve the rent to be charged to the sublessee;
8		provided further that in the case where the lessee is
9		required to pay rent based on a percentage of its
10		gross receipts, the receipts of the sublessee shall be
11		included as part of the lessee's gross receipts;
12		provided further that the authority shall have the
13		right to review and, if necessary, revise the rent of
14		the demised premises based upon the rental rate
15		charged to the sublessee including the percentage
16		rent, if applicable, and provided that the rent may
17		not be revised downward;
18	(6)	The lease shall be for a specific use or uses and
19		shall not include waste lands, unless it is
20		impractical to provide otherwise; and

1	<u>(7)</u>	Mineral and metallic rights and surface and ground
2		water shall be reserved to the State.
3	(b)	The stadium authority, from time to time, upon the
4	issuance	or during the term of any lease, may:
5	(1)	Modify or eliminate any of the restrictions specified
6		in subsection (a);
7	(2)	Extend the term of the lease, to the extent necessary
8		to qualify the lease for mortgage lending or guaranty
9		purposes with any federal mortgage lending agency, to
10		qualify the lessee for any state or private lending
11		institution loan, private loan guaranteed by the
12		State, or loan in which the State and any private
13		lender participates, or to amortize the cost of
14		substantial improvements to the demised premises that
15		are paid for by the lessee without institutional
16		financing, such extension being based on the economic
17		life of the improvements as determined by the
18		authority or an independent appraiser; provided that
19		the approval of any extension shall be subject to the
20		following:

1	(A)	The demised premises have been used substantially
2		for the purpose for which they were originally
3		leased;
4	<u>(B)</u>	The aggregate of the initial term and any
5		extension granted shall not be for more than
6		ninety-nine years;
7	<u>(C)</u>	In the event of a reopening, the rental for any
8		ensuing period shall be the fair market rental at
9		the time of reopening;
10	(D)	Any federal or private lending institution shall
11		be qualified to do business in the State;
12	<u>(E)</u>	Proceeds of any mortgage or loan shall be used
13		solely for the operations or improvements on the
14		demised premises;
15	<u>(F)</u>	Where improvements are financed by the lessee,
16		the lessee shall submit receipts of expenditures
17		within a time period specified by the authority,
18		otherwise the lease extension shall be canceled;
19		and
20	<u>(G)</u>	The rules of the authority, setting forth any
21		additional terms and conditions, which shall

1	ensure and promote the purposes of the demised
2	lands.
3	(c) The stadium authority at any time during the term of
4	any lease and when justified by sound economic practices or
5	other circumstances, may permit an alternative use or uses for
6	any portion or portions of the land demised. As a condition to
7	permitting alternative uses, the authority may require such
8	other modifications, including rental adjustments or changes in
9	the lease as may be necessary to effect or accommodate the
10	alternative use or uses. An alternative use or uses may be
11	allowed by the authority upon:
12	(1) The application of the lessee;
13	(2) Consent of each holder of record having a security
14	interest in the leasehold; and
15	(3) A finding by the authority that the alternative use or
16	uses are in the public interest.
17	(d) The stadium authority, from time to time, during the
18	term of any lease, may modify or eliminate any of the
19	restrictions specified in subsection (a) or extend, terminate,
20	or modify the term of the lease upon a showing of significant
21	economic hardship directly caused by:

1	(1)	State disaster, pursuant to chapter 209, including
2		seismic or tidal wave, tsunami, hurricane, volcanic
3		eruption, typhoon, earthquake, flood, or severe
4		drought; or
5	(2)	A taking of a portion of the area of the lease by
6		government action by eminent domain, withdrawal, or
7		conservation easement; provided that the portion taken
8		shall not be less than ten per cent of the entire
9		leased area unless otherwise approved by the
10		authority; provided further that the authority
11		determines that the lessee will not be adequately
12		compensated pursuant to the lease provisions.
13	<u>(e)</u>	The approval of any extension granted pursuant to
14	subsection	n (d) shall be subject to the following:
15	(1)	The demised premises have been used substantially for
16		the purposes for which they were originally leased;
17	(2)	The aggregate of the initial term and any extension
18		granted shall not be for more than ninety-nine years;
19	(3)	The rental shall not be less than the rental for the
20		<pre>preceding term;</pre>

1	(4) The rules of the authority, setting forth any
2	additional terms and conditions which shall ensure and
3	promote the purposes of the demised lands; and
4	(5) The length of the extension shall not exceed a
5	reasonable length of time for the purpose of providing
6	relief and shall in no case exceed five years.
7	(f) The stadium authority and Hawaii community development
8	association shall execute a memorandum of agreement with the
9	appropriate state agencies to effectuate this section."
10	SECTION 3. Chapter 206E, Hawaii Revised Statutes, is
11	amended by adding a new part to be appropriately designated and
12	to read as follows:
13	"PART . STADIUM DEVELOPMENT DISTRICT
14	§206E-A Stadium development district; purpose; findings.
15	The legislature finds that the Aloha Stadium and lands under the
16	jurisdiction of the stadium authority and department of
. 17	accounting and general services are underutilized. The stadium
18	facility has been in dire need of significant repair and
19	maintenance for many years. The stadium authority has
20	considered repairing, upgrading, and replacing the existing
21	facility to optimize the public's enjoyment and ensure public

- 1 safety. Redeveloping, renovating, or improving these public
- 2 lands in a manner that will provide suitable recreational,
- 3 residential, educational, and commercial areas where the public
- 4 can live, congregate, recreate, attend schools, and shop as part
- 5 of a thoughtfully integrated experience, is in the best
- 6 interests of the State and its people.
- 7 This part establishes the stadium development district to
- 8 make optimal use of public land for the economic, residential,
- 9 educational, and social benefit of the people of Hawaii.
- 10 The legislature finds that the jurisdiction of the Hawaii
- 11 community development authority shall include development within
- 12 the stadium development district; provided that the stadium
- 13 authority shall own and hold title to all lands within the
- 14 stadium development district.
- The legislature finds that extensive planning for the
- 16 redevelopment of the aloha stadium property has already occurred
- 17 and the project must move quickly to the implementation phase.
- 18 The legislature further finds that proper execution of a
- 19 mixed-use redevelopment of Aloha Stadium may result in
- 20 sufficient revenue to maintain the stadium and its environs
- 21 without any additional cost to taxpayers.

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1	The legislature finds that it	is in the best interests of
2	the State to ensure continued public	c participation in decisions
3	regarding the project. All decision	ns and actions within the
4	district that may have significant :	impact on the community or
5	environment shall be made or taken b	by the stadium authority at
6	public meetings pursuant to chapters	s 91 and 92. The legislature
7	further finds that:	
8	(1) The authority's role in the	ne stadium development
9	district shall be purely r	ninisterial;
10	(2) No new board is necessary	to administer the stadium
11	development district; and	
12	(3) The executive director of	the Hawaii community
13	development authority may	take actions necessary to
14	effectuate this part.	
15	The legislature finds that noth	ning in this section shall
16	affect the day-to-day duties of the	stadium authority except to
17	the extent that they hinder the rede	evelopment described in this
18	part.	
19	§206E-B Definitions. As used	in this part, unless the

context otherwise requires:

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- 1 "District" means the stadium development district
- 2 established by this part.
- 3 "Executive director" means the executive director of the
- 4 Hawaii community development authority.
- 5 §206E-C District; established; boundaries. (a) The
- 6 stadium development district is established and shall be
- 7 composed of all land under the ownership and jurisdiction of the
- 8 stadium authority established by this part.
- 9 (b) The executive director shall facilitate the
- 10 development of all property belonging to the State within the
- 11 district; provided that development is consistent with the Aloha
- 12 Stadium Conceptual Redevelopment Report dated February 23, 2017,
- 13 and prepared for the department of accounting and general
- 14 services and any county transit-oriented development plans for
- 15 lands within and surrounding the district. In addition to any
- 16 other duties that the executive director may have pursuant to
- 17 this chapter, the executive director's duties shall include but
- 18 not be limited to:
- 19 (1) Coordinating with other state entities during the
- 20 conveyance of properties and conducting remediation

1		activities for the property belonging to the State
2		within the district;
3	(2)	Developing the infrastructure necessary to support the
4		development of all property belonging to the State
5		within the district; and
6	(3)	Providing, to the extent feasible, maximum opportunity
7		for the reuse of property belonging to the State
8		within the district by private enterprise or state and
9		county government.
10	(c)	Upon written request of the executive director and
11	proclamat	ion of the governor, the boundary of the district may
12	be expande	ed to contiguous land; provided that the expanded
13	district	would be part of redevelopment; and provided further
14	that title	e to the expanded lands shall be transferred to the
15	stadium a	uthority. The legislature may reject such an expansion
16	of the dia	strict by adoption of a concurrent resolution.
17	§2061	E-D Development guidance policies. (a) The following
18	shall be	the development guidance policies generally governing
19	the execu	tive director's actions in the district:
20	(1)	Development shall be consistent with any county
21		transit-oriented development plan;

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1	(2)	Development shall be consistent with the Aloha Stadium
2		Conceptual Redevelopment Report dated February 23,
3		2017, and prepared for the department of accounting
4		and general services;
5	(3)	With the approval of the governor, the executive
6		director, may modify and make changes to a transit-
7		oriented development plan and the Aloha Stadium
8		Conceptual Redevelopment Report with respect to the
9		district to respond to changing conditions or needs;
10		provided that prior to any amendment, the executive
11		director shall conduct a public hearing to inform the
12		public of the proposed changes and receive public
13		input, and the executive director or hearings officer
14		shall record all comments and provide a response in
15		writing to each comment;
16	(4)	The executive director shall issue a solicitation and

(4) The executive director shall issue a solicitation and may select a vendor for the stadium development district that includes a stadium, including luxury suites and retail, dining, office, residential, and other commercial operations. The solicitation shall consider parking as well as efficient ingress and

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1		egress to the stadium. The executive director shall
2		consider revenue produced by the solicitation to
3		generate sufficient cash flows to maintain the
4		stadium;
5	(5)	The executive director may engage in planning, design,
6		and construction activities within and outside the
7		district; provided that activities outside the
8		district shall relate to infrastructure development,
9		area-wide drainage improvements, roadway realignments
10		and improvements, business and industrial relocation,
11		and other activities the executive director deems
12		necessary to carry out development of the district and
13		implement this part. The executive director may
14		undertake studies or coordinating activities in
15		conjunction with the county and appropriate state
16		agencies and may address facility systems, industrial
17		relocation, and other activities;
18	(6)	Endangered species of flora and fauna shall be
19		preserved as required by state and federal law;
20	(7)	Land use and development activities within the
21		district shall be coordinated with and, to the extent

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1		possible, complement existing country and state	
2		policies, plans, and programs affecting the dis	strict;
3	(8)	Public facilities within the district shall be	
4		planned, located, and developed to support the	
5		development policies established by this part f	or the
6		district and rules adopted pursuant to this par	rt;
7	(9)	A portion of the revenues from the stadium deve	lopment
8		district shall be used to reimburse the general	. fund
9		for interest on and principal of reimbursable o	general
10		obligation bonds issued pursuant to Act ,	Session
11		Laws of Hawaii 2019. Should the stadium develo	pment
12		district generate revenues in excess of the amo	ount
13		needed to reimburse the general fund and maintain the	
14		stadium:	
15		(A) Fifty per cent of the remaining excess rev	renues
16		shall be deposited into the stadium specia	ıl fund;
17		and	
18		(B) Fifty per cent of the remaining excess rev	renues
19		may be transferred out of the stadium deve	lopment
20		district subaccount of the Hawaii communit	.v

1		development revolving fund to be used as the
2		authority deems necessary; and
3	(10)	The executive director shall prepare development plans
4		for all designated stadium complex areas.
5	(b)	The development guidance policies generally governing
6	the stadi	um authority's actions in the district are as follows:
7	(1)	Acquire, hold, and lease real estate;
8	(2)	Negotiate and issue licenses, permits, and other
9		documents pertaining to the use of real estate or
10		facilities;
11	(3)	Exercise condemnation powers for public facilities;
12	(4)	Partner with other entities to construct improvements;
13	(5)	Prepare and modify development plans;
14	(6)	Contract with other entities for a design-build
15		approach for a project;
16	(7)	Contract and accept gifts from public agencies or
17		other sources;
18	(8)	Develop a marketing plan for the stadium area; and
19	(9)	Retain and exercise discretionary authority for all
20		decisions and actions that may have significant impact
21		on the community or environment.

1 §206E-E Development rules. The executive director may, by 2 written request to and proclamation by the governor, adopt rules 3 to be followed during the development within the district, which 4 shall be known as the development rules, in connection with 5 health, safety, building, planning, zoning, and land use. The 6 legislature may reject the adoption of rules by adoption of a 7 concurrent resolution. The rules shall supersede all other inconsistent ordinances and rules relating to the use, zoning, 8 9 planning, and development of land and construction thereon 10 within the district. Rules adopted under this section shall 11 follow existing laws, rules, ordinances, and regulations as 12 closely as is consistent with standards meeting minimum 13 requirements of good design, pleasant amenities, health, safety, 14 and coordinated development. The executive director may 15 establish policies and procedures for monitoring and ensuring 16 that development within the district complies with these **17** development rules and may establish fines and penalties or take 18 any other action available under the law to eliminate any 19 noncomplying action. 20 §206E-F Stadium development district revenues. (a) All

revenues derived from the district, including any fines or

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- 1 penalties collected pursuant to this part, shall be deposited
- 2 into a stadium development district subaccount of the Hawaii
- 3 community development revolving fund established pursuant to
- 4 section 206E-16; provided that this section shall not apply to
- 5 revenue collected by the stadium authority for deposit into the
- 6 stadium special fund pursuant to section 109-3.
- 7 (b) Revenues deposited into the stadium development
- 8 district subaccount of the Hawaii community development
- 9 revolving fund pursuant to subsection (a) may be used for the
- 10 purposes of this part, including maintenance of the stadium;
- 11 provided that a portion of the revenues shall be used to
- 12 reimburse the state general fund for interest on and principal
- 13 of reimbursable general obligation bonds issued by the State for
- 14 purposes of Act , Session Laws of Hawaii 2019; provided
- 15 further that excess revenue shall be used in accordance with
- 16 section 206E-D(a)(9).
- 17 (c) The authority may adopt rules pursuant to chapter 91
- 18 for the purposes of this section."
- 19 SECTION 4. Section 109-2, Hawaii Revised Statutes, is
- 20 amended to read as follows:

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1	"§10	9-2 Stadium authority; powers and duties. The powers
2	and duties	s of the stadium authority shall be as follows:
3	(1)	To acquire, hold title to, and lease real property,
4		issue licenses or permits for use of real property,
5		and maintain, operate, and manage the stadium and
6		related facilities;
7	(2)	To prescribe and collect rents, fees, and charges for
8		the use or enjoyment of the stadium or any of its
9		facilities;
10	(3)	To make and execute contracts and other instruments
11		necessary or convenient to exercise its powers under
12		this chapter and subject to any limitations in this
13		chapter, to exercise all powers necessary, incidental
14		or convenient to carry out and effectuate the purposes
15		and provisions of this chapter;
16	(4)	To adopt, amend, and repeal <u>rules</u> , in accordance with
17		chapter 91 [rules], it may deem necessary to
18		effectuate this chapter and in connection with its
19		projects, operations, and facilities;
20	(5)	To appoint a manager and a deputy manager who shall

have qualifications as the authority deems necessary

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1	and who shall hold their respective offices at the
2	pleasure of the authority. The manager and deputy
3	manager shall be exempt from the requirements of
4	chapters 76 and 89. Effective July 1, 2005, the
5	manager shall be paid a salary not to exceed eighty-
6	seven per cent of the salary of the director of human
7	resources development. Effective July 1, 2005, the
8	deputy manager shall be paid a salary not to exceed
9	eighty-five per cent of the manager's salary. The
10	manager shall have full power to administer the
11	affairs of the stadium and related facilities, subject
12	to the direction and approval of the authority. The
13	manager [shall], subject to the approval of the
14	authority, shall have power to appoint, suspend, and
15	discharge a secretary who shall be exempt from the
16	requirements of chapters 76 and 89, and other
17	employees, subordinates, and assistants as may be
18	necessary for the proper conduct of the business of
19	the authority. Except for persons hired on contract
20	or otherwise as provided in section 109-3 and except
21	for the manager, deputy manager, and secretary, all

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1		appointments, suspensions, or discharges shall be made
2		in conformity with the applicable provisions of
3		chapter 76; [and]
4	(6)	To plan, promote, and market the stadium and related
5		facilities[-]; and
6	(7)	To establish additional restrictions, requirements, or
7		conditions, not inconsistent with those prescribed in
8		this chapter, relating to the use of real property,
9		the terms of any lease, license, or permit, and the
10		eligibility requirements for any applicants for use of
11		real property."
12	SECT	ION 5. Section 171-2, Hawaii Revised Statutes, is
13	amended t	o read as follows:
14	"§17	1-2 Definition of public lands. "Public lands" means
15	all lands	or interest therein in the State classed as government
16	or crown lands previous to August 15, 1895, or acquired or	
17	reserved by the government upon or subsequent to that date by	
18	purchase,	exchange, escheat, or the exercise of the right of
19	eminent d	omain, or in any other manner; including lands accreted
20	after May	20, 2003, and not otherwise awarded, submerged lands,
21	and lands	beneath tidal waters that are suitable for

1	recramaci	on, together with reclaimed lands that have been given
2	the statu	s of public lands under this chapter, except:
3	(1)	Lands designated in section 203 of the Hawaiian Homes
4		Commission Act, 1920, as amended;
5	(2)	Lands set aside pursuant to law for the use of the
6		United States;
7	(3)	Lands being used for roads and streets;
8	(4)	Lands to which the United States relinquished the
9		absolute fee and ownership under section 91 of the
10		Hawaiian Organic Act prior to the admission of Hawaii
11		as a state of the United States unless subsequently
12		placed under the control of the board of land and
13		natural resources and given the status of public lands
14	·	in accordance with the state constitution, the
15		Hawaiian Homes Commission Act, 1920, as amended, or
16		other laws;
17	(5)	Lands to which the University of Hawaii holds title;
18	(6)	Lands to which the Hawaii housing finance and
19		development corporation in its corporate capacity
20		holds title;

1	(7)	Lands to which the Hawaii community development
2		authority in its corporate capacity holds title;
3	(8)	Lands to which the department of agriculture holds
4		title by way of foreclosure, voluntary surrender, or
5		otherwise, to recover moneys loaned or to recover
6		debts otherwise owed the department under chapter 167
7	(9)	Lands that are set aside by the governor to the Aloha
8		Tower development corporation; lands leased to the
9		Aloha Tower development corporation by any department
10		or agency of the State; or lands to which the Aloha
11		Tower development corporation holds title in its
12		corporate capacity;
13	(10)	Lands that are set aside by the governor to the
14		agribusiness development corporation; lands leased to
15		the agribusiness development corporation by any
16		department or agency of the State; or lands to which
17		the agribusiness development corporation in its
18		corporate capacity holds title;
19	(11)	Lands to which the Hawaii technology development
20		corporation in its corporate capacity holds title;
21		[and]

1 (12) Lands to which the department of education holds 2 title; and 3 Lands to which the stadium authority holds title; 4 provided that, except as otherwise limited under federal law and 5 except for state land used as an airport as defined in section 6 262-1, public lands shall include the air rights over any 7 portion of state land upon which a county mass transit project 8 is developed after July 11, 2005[-]; provided further that the 9 disposition of those lands or any improvements thereon shall be 10 done consistently with the terms, conditions, restrictions, and 11 uses applicable to the disposition of public lands." 12 SECTION 6. Section 206E-4.1, Hawaii Revised Statutes, is 13 amended to read as follows: 14 "[+] §206E-4.1[+] Assignment of powers and duties 15 prohibited. Notwithstanding anything contained in this chapter 16 to the contrary, except for part ____ of this chapter, the **17** authority shall not assign to any person or agency, including 18 the executive director of the authority, any of its powers and 19 duties related to the approval of any variance, exemption, or 20 modification of any provision of a community development plan or 21 community development rules."

- 1 SECTION 7. Section 206E-5, Hawaii Revised Statutes, is
- 2 amended to read as follows:
- 3 "§206E-5 Designation of community development districts;
- 4 community development plans. (a) The legislature, by statute,
- 5 may designate an area as a community development district if it
- 6 determines that there is need for replanning, renewal, or
- 7 redevelopment of that area. The designation shall describe the
- 8 boundaries of the district.
- 9 (b) After designation, the authority shall develop a
- 10 community development plan for the designated district. The
- 11 plan shall include but not be limited to community development
- 12 guidance policies, district-wide improvement program and
- 13 community development rules.
- 14 (c) The authority may enter into cooperative agreements
- 15 with qualified persons or public agencies, where the powers,
- 16 services, and capabilities of such persons or agencies are
- 17 deemed necessary and appropriate for the development of the
- 18 community development plan.
- 19 (d) Whenever possible, planning activities of the
- 20 authority shall be coordinated with federal, state and county
- 21 plans. Consideration shall be given to state goals and

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1	policies, adopted state plan or land use guidance policies,
2	county general plans, development plans, and ordinances.
3	(e) The authority shall hold a public hearing on a
4	proposed community development plan pursuant to chapter 91 and,
5	after consideration of comments received and appropriate
6	revision, shall submit the community development plan to the
7	governor for the governor's approval.
8	After approval, the governor shall submit to the
9	legislature requests for appropriations, authorization to issue
10	bonds, or both, to implement the community development plan in
11	an orderly, affordable, and feasible manner. The governor shall
12	submit the requests to the legislature as part of the executive
13	budget or supplemental budget, as appropriate. In addition to
14	the information, data, and materials required under chapter 37,
15	the requests shall be accompanied by:
16	(1) Plans, maps, narrative descriptions, and other
17	appropriate materials on the:
18	(A) Locations and design of projects or public
19	facilities proposed to be funded; and
20	(B) Phase of the community development plans proposed
21	to be implemented with the requested funds; and

H.B. NO.

1	(2)	Other information deemed by the governor of
2		significance to the legislature regarding the projects
3		or public facilities proposed to be funded, including
4		a discussion of the public benefits intended by, and
5		adverse effects which may result from, implementation
6		of the projects or public facilities.

- (f) The authority may amend the community development plan 7 8 as may be necessary. Amendments shall be made in accordance 9 with chapter 91.
- (g) The stadium development district shall be exempt from 10 11 this section."
- 12 SECTION 8. (a) Notwithstanding any other law to the 13 contrary, the department of land and natural resources shall 14 transfer the fee simple interest in all parcels of land under 15 the control or jurisdiction of the stadium authority, including 16 all existing improvements thereon, to the stadium authority as **17** grantee, as is, where is; provided that the legal instrument 18 transferring the fee simple interest shall prohibit the stadium 19 authority from selling, exchanging, or otherwise relinquishing the State's title to any ceded lands. The parcels to be 20 21

transferred shall include:

(1)

TMK 99003055:0000;

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2 (2) TMK 99003061:0000; 3 (3) TMK 99003070:0000; 4 (4)TMK 99003071:0000; and 5 Any other parcels under the jurisdiction of the (5) 6 stadium authority. 7 The department of land and natural resources shall 8 prepare, execute, and record, in the land court or bureau of 9 conveyances, as appropriate, a quitclaim deed to convey each 10 above-listed parcel with all existing improvements, subject to 11 the property boundaries determined pursuant to subsection (d), 12 to the stadium authority, as grantee. As these are conveyances 13 in which the State and its agencies are the only parties, the 14 tax imposed by section 247-1, Hawaii Revised Statutes, shall not 15 apply. Effective on the date of transfer pursuant to subsection

(c) The stadium authority shall accept the properties intheir existing condition. All claims and liabilities against

(d), every reference to the present titleholder or the head of

the department or agency in each instrument, if the titleholder

is a department or an agency, shall be construed as a reference

to the stadium authority.

- 1 the department of land and natural resources, if any, which the
- 2 stadium authority has, may have had, or may have in the future,
- 3 regarding any injury, loss, cost, damage, or liability,
- 4 including reasonable attorney's fees, concerning the physical,
- 5 environmental, soil, economic, and legal conditions of the
- 6 conveyed properties, are released, waived, and extinguished.
- 7 (d) Work to initiate the transfer of parcels identified in
- 8 this section shall start no later than December 31, 2019.
- 9 SECTION 9. Any law to the contrary notwithstanding, any
- 10 remaining amount of the appropriation made by item H-18 of
- 11 section 30 of Act 49, Session Laws of Hawaii 2017, as amended
- 12 and renumbered by section 5 of Act 53, Session Laws of Hawaii
- 13 2018, that is unalloted or unencumbered is hereby lapsed;
- 14 provided that the lapsed amount shall be transferred and
- 15 appropriated to the Hawaii community development authority for
- 16 fiscal year 2019-2020 to establish and develop the stadium
- 17 development district for public use.
- 18 SECTION 10. There is appropriated out of the general
- 19 revenues of the State of Hawaii the sum of \$50,000,000 or so
- 20 much thereof as may be necessary for fiscal year 2019-2020 for

- 1 the Hawaii community development authority to establish and
- 2 develop the stadium development district for public use.
- 3 SECTION 11. The director of finance is authorized to issue
- 4 reimbursable general obligation bonds in the sum of \$150,000,000
- 5 or so much thereof as may be necessary and the same sum or so
- 6 much thereof as may be necessary is appropriated for fiscal year
- 7 2019-2020 for the Hawaii community development authority to
- 8 establish the stadium development district and build a new
- 9 stadium as provided for in chapter 206E, part , Hawaii
- 10 Revised Statutes.
- 11 The proceeds of the reimbursable general obligation bonds
- 12 shall be deposited into the stadium development district
- 13 subaccount of the Hawaii community development revolving fund;
- 14 provided that the Hawaii community development authority shall
- 15 use a portion of the revenues of the stadium development
- 16 district to reimburse the general fund for all costs, including
- 17 interest on and principal of the reimbursable general obligation
- 18 bonds issued pursuant to this section.
- 19 SECTION 12. The director of finance is authorized to issue
- 20 general obligation bonds in the sum of \$150,000,000 or so much
- 21 thereof as may be necessary and the same sum or so much thereof

- 1 as may be necessary is appropriated for fiscal year 2019-2020 to
- 2 the Hawaii community development authority to build a new
- 3 stadium.
- 4 SECTION 13. The sums appropriated by sections 10, 11, and
- 5 12 of this Act shall be expended by the Hawaii community
- 6 development authority for the purposes of this Act.
- 7 SECTION 14. The appropriations made for the capital
- 8 improvement projects authorized by sections 10, 11, and 12 of
- 9 this Act shall not lapse at the end of the fiscal biennium for
- 10 which the appropriation is made; provided that all moneys from
- 11 the appropriation unencumbered as of June 30, 2022, shall lapse
- 12 as of that date.
- 13 SECTION 15. In codifying the new sections added by section
- 14 3 of this Act, the revisor of statutes shall substitute
- 15 appropriate section numbers for the letters used in designating
- 16 the new sections in this Act.
- 17 SECTION 16. Statutory material to be repealed is bracketed
- 18 and stricken. New statutory material is underscored.
- 19 SECTION 17. This Act shall take effect on July 1, 2050.

Report Title:

Hawaii Community Development Authority; Stadium Development District; Appropriation

Description:

Establishes the stadium development district, which includes all state property under the jurisdiction of the stadium authority. Transfers title of lands under the jurisdiction of the Stadium Authority to the Hawaii Community Development Authority. Authorizes the issuance of general obligation bonds and reimbursable general obligation bonds and appropriates funds. Exempts lands owned by the Stadium Authority from the definition of public lands but establishes certain restrictions on leases within the stadium development district and requires all dispositions of those lands to be done consistently with requirements applicable to public lands. Effective 7/1/2050. (SD2)

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.